

UNITED STATES DISTRICT COURT  
DISTRICT OF SOUTH CAROLINA  
FLORENCE DIVISION

KELAHHER, CONNELL & CONNER, P.C., )	C.A. NO.:
)	
Plaintiff, )	
)	
-versus- )	<b>PETITION FOR REMOVAL</b>
)	
AUTO-OWNERS INSURANCE )	
COMPANY, )	
)	
Defendant, )	
_____ )	

TO: UNITED STATES DISTRICT COURT FOR THE DISTRICT OF SOUTH  
CAROLINA AND ALL PARTIES AND ATTORNEYS OF RECORD:

YOU WILL PLEASE TAKE NOTICE that the Defendant, Auto-Owners Insurance Company, (“Defendant”), does hereby invoke the removal jurisdiction of the United States District Court for the District of South Carolina on the following grounds:

**FIRST:** On or about February 7, 2019, Plaintiff named above filed a civil action against the above captioned Defendant in the Circuit Court of Horry County, South Carolina, as Case No. 2019-CP-26-00714. The Defendant was thereafter served on or about February 14, 2019, through the South Carolina Department of Insurance. The Defendant now files and presents this Notice of Removal within thirty (30) days after receipt by the Defendant of the filed Summons and Complaint as required by 28 U.S.C. § 1446.

**SECOND:** This action is removable to the United States District Court based upon 28 U.S.C. § 1441. The Defendant is informed and believes that the above described action is a civil action over which this Court has jurisdiction by way of diversity pursuant to 28 U.S.C. § 1332 in that it is a civil action wherein the matter in controversy upon information and belief exceeds the sum or

value of \$75,000, exclusive of interest and costs, and is between citizens of different states and is one which may be removed to this Court by the Defendant pursuant to 28 U.S.C. § 1441. This Court has supplemental jurisdiction over all claims asserted by Plaintiff pursuant to 28 U.S.C. § 1367. Plaintiff is alleged to be a South Carolina corporation and has its principal place of business in South Carolina. The Defendant is a Michigan corporation with its principal place of business in the state of Michigan.

The Plaintiff's Complaint does not seek to limit its damages below the jurisdictional threshold. The lawsuit asserts three causes of action (breach of contract, breach of contract accompanied by fraudulent act, and bad faith), seeks unspecified attorneys fees, interest, and punitive damages. Upon information and belief, the Plaintiff has presented a claim for business interruption loss for \$47,363.15. Plaintiff has not capped its claimed damages, though it certainly could have done so by including such language in its prayer for relief. Thus, the Defendant affirmatively pleads that it cannot be said to a "legal certainty" that the amount in controversy is less than \$75,000.00, thus, making this matter removable. Wiggins v. North American Equitable Life Assurance Co., 644 F.2d 1014, 1017 (4<sup>th</sup> Cir. 1981). Punitive damages, when sought, must be considered in determining the amount in controversy. Bell v. Preferred Life Assurance Soc'y, 320 U.S. 238, 240 (1943).<sup>1</sup> Further, attorneys fees, when recoverable, may be included as consideration for the amount in controversy. Manguno v. Prudential Property & Cas. Ins. Co., 276 F.3d 720, 723-24 (5<sup>th</sup> Cir. 2002); Spielman v. Genzyme Corp., 251 F.3d 1, 7 (1<sup>st</sup> Cir. 2001); Momin v.

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<sup>1</sup> It has been noted by Judge Shedd, that "the plaintiff's bar rarely seeks less than ten times damages for punitive damages. It is also not uncommon for juries to award punitive damages of more than ten times damages. . . ." Woodward v. Newcourt Commercial Finance Corp., 60 F. Supp.2d 530, 532 (D.S.C. 1999).

Maggiemoo's International, LLC, 205 F. Supp.2d 506 (D. Md. 2012)(noting the Fourth Circuit has not “articulated the precise standard to be applied”). Further, actions by the Plaintiff, if any, post removal do not divest the Court of jurisdiction. St. Paul Mercury Indemnity Co, v. Red Cab Co., 303 U.S. 283 (1938). While the Defendant does not believe liability exists in this matter for punitive damages, attorneys fees or in general, these items must be considered at removal.

**THIRD:** Copies of all process, pleadings and orders served upon the Defendant in this action are attached hereto collectively as Exhibit A and are incorporated herein by referenced.

**FOURTH:** Nothing in this Notice of Removal shall be interpreted as a waiver or relinquishment of the Defendant's right to assert any defense, including, but not limited to those defenses available under Rule 12 of the Federal Rules of Civil Procedure or otherwise.

**FIFTH:** Pursuant to 28 U.S.C. § 1446(b), this Notice of and Petition for Removal is being filed within one (1) year after the date of the commencement of the original action.

**SIXTH:** The Defendant is providing the Clerk of Court from which this action was removed with a copy of this Notice of and Petition for Removal.

WHEREFORE, Defendant prays that this Honorable Court accept this Notice of and Petition for Removal and hereby undertake jurisdiction in the above-entitled cause of action now pending in the Court of Common Pleas for the County of Horry, State of South Carolina, that the same be removed to this Honorable Court and that all proceedings in said case in the Court of Common Pleas for the County of Horry, State of South Carolina, be stayed.

**[SIGNATURE INTENTIONALLY ON FOLLOWING PAGE]**

This 8th day of March, 2019.

Respectfully submitted,

WALL TEMPLETON & HALDRUP, P.A.

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